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Attorneys for Valle Verde Water Company Compassion

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### BEFORE THE ARIZONA CORPORATION COMMISSION

**COMMISSIONERS** GARY PIERCE, CHAIRMAN PAUL NEWMAN SANDRA D. KENNEDY

**BOB STUMP BRENDA BURNS** 

Steve Wene, No. 019630

Phoenix, Arizona 85004

(602)-604-2189

MOYES SELLERS LTD.

1850 N. Central Avenue, Suite 1100

Arizona Corporation Commission DOCKETED

MAR 1 8 2011

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Docket No. W-01431A-09-0360 W-01431A-09-0361

NOTICE OF COMPLIANCE FILING RE LONG-TERM PLAN

IN THE MATTER OF THE APPLICATION OF THE ESTATE OF WILLIAM F. RANDALL D/B/A VALLE VERDE WATER **COMPANY FOR AN INCREASE IN ITS** WATER RATES:

and

IN THE MATTER OF THE APPLICATION OF THE ESTATE OF WILLIAM F. RANDALL D/B/A VALLE VERDE WATER COMPANY FOR AUTHORITY TO INCUR LONG-TERM DEBT.

Pursuant to Arizona Corporation Commission Decision No. 71899, Valle Verde

Water Company ("Company") hereby files the Company owners' long-term plan set

forth in Attachment 1.

RESPECTFULLY SUBMITTED this 18<sup>th</sup> day of March, 2011.

MOYES SELLERS LTD.

Stewe Mene

Original and 15 copies filed this 18<sup>th</sup> day of March, 2011, with:

**Docket Control** Arizona Corporation Commission 1200 West Washington Street Phoenix, Arizona 85007

Sonnelly Gerbert

# **ATTACHMENT 1**

William W. Wissler
ATTORNEY AT LAW

## 3180 E. GRANT ROAD, TUCSON, ARIZONA 85716

(520) 747-8001; FAX (520) 326-9097 EMAIL: WWWISSLER@COMCAST.NET

March 17, 2011

Arizona Corporation Commission 1300 West Washington Phoenix, Arizona 85007

Re: In the Matter of the Application of the Estate of William F. Randall d/b/a Valle Verde Water Company For Authority To Incur Long Term Debt Docket No. W-01431A-09-0361

#### Dear Commissioners:

This correspondence is in response to your Opinion and Order in Decision No. 71899 in the above referenced Docket in which Paragraph 67 requested a plan addressing the long term ownership of the utility, whether through sale, private acquisition or purchase by the City of Nogales.

The Estate of William F. Randall (Santa Cruz County Superior Court Case No. PB05-153) by and through Catalina Randall, Personal Representative, is the present owner of Valle Verde Water Company and has continued to operate said company through the interim manager, Southwestern Utilities Management, Inc. The undersigned is the Attorney for the Personal Representative of the Estate of William F. Randall.

The long term plan of the Estate of Randall at this time with respect to the ownership of the utility is to form a Sub-Chapter S Corporation wherein the same owners as shareholders would continue to utilize the services of Southwestern Utility Management, Inc. to manage the company.

It is the Estate's belief that current rates are structured too low to make a sale of the company feasible and or profitable, particularly with the current debt structure and the fact that the company is currently operating at a loss.

March 17, 2011 Page Two

Continued operation under a corporation structure with the same owners would provide stabilization yet still provide experienced management. It is the understanding of the Estate that the City of Nogales is no longer interested in acquisition of this company due to the many financial constraints the company has and continues to face at this time. In conclusion the heirs of the Estate desire that the business of Valle Verde Water continue to exist through a corporate entity with continued long term ownership by way of a Sub-Chapter S election.

Yours very truly,

WILLIAM WISSEER

Attorney for the Personal Representative

WWW:sc

cc: Southwestern Utility Management, Inc.

cc: Joe Machado, Esq